



KC Regional Microloan Facts Sheet

What is a Microloan?

A microloan is a small loan offered to a small business that is unable to access capital from a traditional lender such as a bank. A microloan is not a grant, in fact, when a loan is repaid those funds are used to assist the next small business.

What is the process?

We believe your credit score is your greatest asset. We take each individual through one-on-one credit education and credit building as part of the loan application process. Once all requirements are met and all documentation is received, your loan closes within 5-10 days.

Who qualifies for a loan?

- Anyone over the age of 18
- Start-ups, existing, and home-based businesses
- Denied by a bank (if applicable)

What are the terms of a Microloan?

Size: \$500-10,000 (average is \$8,000)

Repayment: Up to 36 months

Interest Rate: 8.5-14%

How can I use the loan?

You can use the loan for working capital, inventory, equipment and furniture/fixtures. The microloan cannot be used for owner's salary/draw or real estate purchase.

What documents are required?

- Photo ID
- Proof of residence (utility bill or other official document)
- Proof of income (W-2's, social security, disability, bank statements)
- Use of loan proceeds
- Business Plan or Business Plan Questionnaire (provided at request)
- 2 personal references
- 3 months of recent bank statements (if available)
- 2 years of tax returns, preferred (most recent)
- Recent business financial statements (if applicable) or projections
- Proof of insurance (if applicable)

What about collateral?

Each loan is looked at individually. We will consider available collateral as well as other options, like a co-signer.

Do I need a bank account?

Yes. We use ACH (automatic debit) to repay your loan. If you do not have a bank account, we can connect you with a local financial institution.

Who do I contact?

Nicole Drone
Small Business Loan Officer
816-210-7672
ndrone@justinepetersen.org

For more information, visit www.justinepetersen.org!